



EXTRACT FROM THE MINUTES

**SPECIAL COUNCIL
MEETING
(NO. 9 OF 2018/19)**

**BUDGET AS WELL AS IDP
APPROVAL**

DATE: WEDNESDAY, 29 MAY 2019
TIME: 10:00
**VENUE: COUNCIL CHAMBER, 2ND FLOOR,
FINANCE BUILDING, NO. 10 FICHARDT
STREET, CIVIC CENTRE, SASOLBURG.**

MINUTES OF THE NINTH SPECIAL COUNCIL MEETING (NO. 9 OF 2018/19) HELD ON WEDNESDAY, 29 MAY 2019 AT 10:00 IN THE COUNCIL CHAMBER, 2ND FLOOR, FINANCE BUILDING, NO. 10 FICHARDT STREET, CIVIC CENTRE, SASOLBURG

PRESENT:

	COUNCILLORS		COUNCILLORS
1	K T Mabasa Speaker	20	R Meyer (Ms)
2	S L Tshongwe (Ms) Executive Mayor	22	F J van der Merwe
3	J M Molawa MPAC Chairperson	23	J J Barnard
4	L S Semonyo	24	S M Matwa
5	M S Poho	25	S S Kobo
6	D J Nyaku (Ms)	26	M Nkheloane (Ms)
7	M J Malindi	27	J J Grobbelaar
8	N P Mokoena (Ms)	28	L J van Heerden
9	F Mosokweni	29	Z J Zwane
10	L Fisher	30	M T Mbana
11	N M Mtshali (Ms)	31	P Mohapi
12	N N Dywili	32	P M Mahlaela (Ms)
13	P M Mokoena (Ms)	33	M M Telane (Ms)
14	A K Mare	34	G B Nnune (Ms)
15	T du Toit	35	L L Nhlapo
16	L Makhefu	36	T J Taats
17	T A Motaung	37	M Maseko
18	S Motjeane (Ms)	38	L J Tsotetsi (Ms)
19	T M Motloun	39	M G Leotlela (Ms)

OFFICIALS ON DUTY:

NAMES	DESIGNATION
S O Mashiane	Acting Municipal Manager
A Vorster (Ms)	Acting Chief Financial Officer
M B Oanyane	Acting Director: Organisational Development and Corporate Services
L P Thile	Acting Director: Social Services
K A Moholi	Manager: Administration Services
M Mnguni	Researcher: Office of the Speaker
A M Seliane (Ms)	Senior Administrative Officer/ Scribe
N S Msimanga (Ms)	Mayoral Committee Administrator/ Scribe

ABSENT WITH AN APOLOGY

NAMES	DESIGNATION
G S Burger	Councillor
S J Nteso	Councillor

ABSENT WITHOUT AN APOLOGY

NAMES	DESIGNATION
T Mofokeng	Councillor
M D Ndaba	Acting Director: Technical and Infrastructural Services
M Theko	Acting Director: Local Economic Development and Planning

MEMBERS OF THE PUBLIC AND PRESS: ±80

I N D E X

MINUTES: SPECIAL COUNCIL MEETING – 29 MAY 2019 **(NO. 9 OF 2018/19)**

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MINUTES

ITEM 1 **OPENING**

The Speaker, Councillor K T Mabasa welcomed all present and declared the meeting officially opened. He then requested Reverend T Ntlatseng to bless the meeting with a scripture reading and prayer.

ITEM 2 **APPLICATION FOR LEAVE OF ABSENCE**

RESOLVED

FOR ATTENTION

That the leave of absence from the ninth Special Council meeting (No. 9 of 2018/19) held on the 29 May 2019 at 10:00 in the Council Chamber, 2nd Floor, Finance Building, 10 Fichardt Street, Civic Centre Centre, Sasolburg be granted to Councillor G S Burger and Councillor S J Nteso.

COUNCIL DOD&CS ADMIN

ITEM 3 **OFFICIAL ANNOUNCEMENTS**

3.1 The Speaker, Councillor K T Mabasa made the following announcements:

3.1.1 That the Office of Municipal Manager received a request from the Metsimholo Community Association (MCA) to replace Councillor B V Nyembe with the new PR Councillor V L Mashia. The Office of the Municipal Manager then declared a vacancy and the Independent Electoral Commission (IEC) wrote a letter to Council informing Council that they appointed Councillor V L Mashia.

3.2 Councillor J J Grobbelaar announced that Councillor G S Burger lost his son. The Speaker requested the house to observe a moment of silence.

ITEM 4 **TABLING OF THE BUDGET SPEECH BY THE EXECUTIVE MAYOR**

The Speaker, Councillor K T Mabasa handed over to the Executive Mayor, Councillor S L Tshongwe to deliver the budget speech as aligned to the proposed 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – budget. He further indicated that the speech will be broadcast on the OFM radio station.

The Executive Mayor then read the budget speech to the meeting.

That note be taken that the Councillors from the Economic Freedom Fighters (EFF) wanted to pose questions during the presentation of the budget speech. They were then requested to allow the Executive Mayor to finish presenting the budget thereafter raise clarity seeking questions.

ITEM 5

2019/2020: MEDIUM TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF) REPORT

Councillor P Mohapi on behalf of the Democratic Alliance (DA) Councillors requested a ten-minute caucus.

Following the caucus, Councillor P Mohapi on behalf of the Democratic Alliance (DA) Councillors reported that they do not support the budget because the budget speech of the Executive Mayor and the budget as attached in the agenda do not link and requested to be recused from the deliberations of the budget.

That note be taken that the Councillors from the Economic Freedom Fighters (EFF) also walked out of the meeting.

That it be noted that the Councillor from the Freedom Front (FF) indicated that he was rejecting the budget because an issue of charges on vacant stands was not properly addressed.

RESOLVED:

FOR ATTENTION

- 1 That Council approves the annual budget of the Municipality for the financial year 2019/2020 and indicative budgets for the two projected outer years 2020/2021 and 2021/2022 as set out, subject to the following resolutions:

That the Council, in terms of Section 24 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts the following resolutions:

- 2 That the annual budget of the municipality for the 2019/20 financial year, the multi-year and single year capital appropriations are set out in the following tables:
 - 2.1 Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in **Table 18 on page 89** of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – budget.
 - 2.2 Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in **Table 19 on page 91** of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – budget.

COUNCIL
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2.3	Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 21 on page 94 of the 2019/2020 Medium term Revenue and Expenditure Framework (MTREF) – budget.	COUNCIL CFO
2.4	Multi-year and single capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 22 on page 97 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – budget.	
3	That the financial position, cash flow budget, reserve/accumulated surplus, asset management and basic services delivery targets be noted as set out in the following tables:	COUNCIL CFO
3.1	Budgeted Financial Position as contained in Table 23 on page 99 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	
3.2	Budgeted Cash Flow as contained in Table 24 on page 101 of the 2019/2020 Medium term Revenue and Expenditure Framework (MTREF) – Budget.	
3.3	Reserves and accumulated surplus reconciliation as contained in Table 25 on page 102 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	
3.4	Asset Management as contained in Table 26 on page 104 of the 2019/2020 Medium term Revenue and Expenditure Framework (MTREF) – Budget; <i>and</i>	
3.5	Basic service delivery measurement as contained in Table 27 on page 109 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	
4	That Council, in terms of Section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) considered the tariff with effect (billing) from 01 July 2019:	COUNCIL CFO
4.1	the tariffs for property rates as set out on page 13 - 15 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	

4.2	the tariffs for electricity as set out on page 17 – 19 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	COUNCIL MM CFO
4.3	the tariffs for the supply of water as set out on page 15 – 17 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	
4.4	the tariffs for sanitation services as set out on page 21 – 23 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget.	
4.5	the tariffs for solid waste services (cleansing) as set out on page 23 - 24 of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Draft Budget.	
5	That Council, in terms of Section 75A of the Local Government: Municipal Systems Act (Act 32 of 2000) considered with effect from 01 July 2019, the tariffs for other services as set out on <i>page 28 to 75</i> of the 2019/2020 Medium Term Revenue and Expenditure Framework (MTREF) – Budget respectively.	COUNCIL MM Directors
6	That capital projects to be financed from own funds (accumulated surplus) and be implemented subject to the improvement of the cash flow position of the municipality and subject to affordability.	COUNCIL MM CFO
7	That the Budget Related Policies, as per workshop on 14 May 2019 as attached on pages 136 and 137 be approved.	MM CFO
8	That the financial lease of R18.9 million plus VAT, to finance the purchase of vehicles to improve service delivery be implemented in terms of the Municipal Finance Management Act (MFMA).	MM CFO
9	That Council approves that the municipality raises an overdraft facility of R10 million with its primary bankers for utilisation in the 2019/2020 financial year.	MM DTIS
10	That the option investigated by the Municipal Manager investigates to take up external borrowing of R41.3 million to finance the installation of services at 122 stands that are not serviced in Vaalpark.	MM DTIS

11	That a report regarding the fleet of the municipality, including vehicles from Government Garage be submitted to Council.	DTIS CFO
12	That Operational Patala and Revenue Enhancement Strategy be submitted to Council and be implemented in order to obtain 83% collection rate.	MM CFO Directors
13	That vacancies for 2019/2020 be phased in during the year.	MM DOD&CS CFO
14	That community be informed via roadshows of the Property Rates Policy, Indigent Policy, Tariff Policy and Debt Collection and Credit Control Policy.	Office of the Speaker MM CFO
15	That Council consider budgeting R1.2 million from own funding for the project of installation of the financial solar system software.	COUNCIL CFO Management
16	That Management look into the possibility of budgeting an amount of R7.5 million for the mega project (sewer network) in Wonderfontein.	COUNCIL CFO Management
17	That public participation around an issue of charges on vacant stands in Oranjeville and Deneysville be conducted during the second week of June 2019.	COUNCIL Office of the Speaker

ITEM 6

FINAL REVIEWED 2019/2020 INTEGRATED DEVELOPMENT PLAN (IDP)

RESOLVED

- 1 That cognisance be taken of the contents of the report for approval.
- 2 That Council approves the 2019/2020 reviewed Integrated Development Plan (IDP) as contained in Annexure A.
- 3 That the approved 2019/20 IDP be submitted to the MEC CoGTA, Provincial and National Treasury and finally be made public.

FOR ATTENTION

COUNCIL
Manager IDP/PMS

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Manager IDP/PMS

COUNCIL
Manager IDP/PMS

ITEM 7

2019/2020 DRAFT SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLAN (SDBIP)

RESOLVED:

- 1 That the Council takes note of the 2019/2020 draft Service Delivery and Budget Implementation Plan (SDBIP).
- 2 That the 2019/2020 draft Service Delivery and Budget Implementation Plan (SDBIP) and subsequently the Final SDBIP be submitted to the Executive Mayor for approval as required by the MFMA.

FOR ATTENTION

COUNCIL
MM
Manager IDP/PMS

COUNCIL
MM
Manager IDP/PMS

ITEM 7.1

SWORN IN OF THE NEW MEMBER OF COUNCIL

- 7.1.1 That the Standing Rules and Orders be suspended in order to allow Council to discuss the following items:
- Sworn in of the new member of Council.
 - Election of the Council Whip.
 - Appointment of the Acting Chief Financial Officer.

The Standing Rules and Orders was suspended to allow the Commissioner of Oath, Mr K A Moholi to conduct the process of Oath and Affirmation of the new member of Council, Councillor V L Mashia.

ITEM 7.2

ELECTION OF THE COUNCIL WHIP

Councillor L S Semonyo nominated the name of Councillor V L Mashia to be appointed as the new Council Whip and he was seconded by all Councillors.

RESOLVED:

That Councillor V L Mashia be duly appointed as the new Council Whip of the Metsimaholo Local Municipality with effect from 29 May 2019.

FOR ATTENTION

COUNCIL
Office of the
Speaker

ITEM 7.3**APPOINTMENT OF THE ACTING CHIEF FINANCIAL OFFICER****RESOLVED:****FOR
ATTENTION**

- 1 That the contract of the current Acting Chief Financial Officer, Ms A Vorster be extended with a period not exceeding three months with effect from 03 June 2019.
- 2 That the MEC for Cooperative Governance, Traditional Affairs and Human Settlements be informed accordingly about the resolution of the Council to extend the acting period of the Acting Chief Financial Officer.
- 3 That the acting period of the Acting Chief Financial Officer be terminated should the Council finalise the recruitment process for the permanent appointments before the three months.

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ITEM 8**CLOSURE**

The Speaker, Councillor K T Mabasa thanked all Councillors present and declared the meeting officially closed.

THE MEETING CLOSED AT : **12:45**

APPROVED BY (NAME) :

SIGNATURE: CHAIRPERSON :

DATE :